107TH CONGRESS 2D SESSION

# H.R.4636

To amend certain labor laws to ensure fairness.

### IN THE HOUSE OF REPRESENTATIVES

May 1, 2002

Mr. Norwood (for himself, Mr. DeLay, Mr. Ballenger, Mr. Sam Johnson of Texas, Mr. Graham, Mr. DeMint, Mr. Culberson, and Mr. Tancredo) introduced the following bill; which was referred to the Committee on Education and the Workforce, and in addition to the Committee on the Judiciary, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

# A BILL

To amend certain labor laws to ensure fairness.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Workers' Bill of
- 5 Rights".
- 6 SEC. 2. NATIONAL LABOR RELATIONS ACT.
- 7 (a) Recognition of Representative.—
- 8 (1) In General.—Section 8(a)(2) of the Na-
- 9 tional Labor Relations Act (29 U.S.C. 158(a)(2)) is

- 1 amended by inserting before the colon the following:
- 2 "or to recognize or bargain collectively with a labor
- 3 organization that has not been selected by such em-
- 4 ployees in a secret ballot election conducted in ac-
- 5 cordance with section 9".
- 6 (2) Application.—The amendment made by
- 7 subsection (a) shall not apply to collective bar-
- 8 gaining relationships that were recognized before the
- 9 date of the enactment of this Act.
- 10 (b) Limitation on Dues Collection Agree-
- 11 MENT.—Section 8(a)(3) of the National Labor Relations
- 12 Act (29 U.S.C. 158(a)(3)) is amended to read as follows:
- "(3) by discrimination in regard to hire or ten-
- ure of employment or any term or condition of em-
- ployment to encourage membership in any labor or-
- ganization: *Provided*, That nothing in this Act, or in
- any other statute of the United States, shall pre-
- clude an employer from making an agreement with
- a labor organization (not established, maintained, or
- assisted by any action defined in this subsection as
- an unfair labor practice) to require as a condition of
- 22 employment payment of dues or a fee equal to that
- portion of dues actually spent on collective bar-
- 24 gaining representation of the employees in the collec-
- 25 tive bargaining unit covered by such agreement on

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or after the 30th day following the beginning of such employment or the effective date of such agreement, whichever is the later (A) if such labor organization is the representative of the employees as provided in section 9(a) in the appropriate collective-bargaining unit covered by such agreement when made, (B) if such agreement provides that employees are allowed to elect to pay a reduced fee instead of dues at any reasonable time, but not less than once per month, by notifying at any time their collective bargaining representative of this election and that all employees covered by such arrangement are clearly notified of their rights by the labor organization under this paragraph in a separate written notice delivered personnally or by mail upon hiring and thereafter not less than once each year, and (C) unless following an election held as provided in section 9(e) within one year preceding the effective date of such agreement, the Board shall have certified that a majority voting in such election have voted to rescind the authority of such labor organization to make such an agreement: Provided further, That no employer shall justify any discrimination against an employee for nonmembership in a labor organization (i) if he has reasonable grounds for believing that

1	membership was not available to the employee on
2	the same terms and conditions generally applicable
3	to other members, or (ii) if he has reasonable
4	grounds for believing that membership was denied
5	or terminated for reasons other than the failure of
6	the employee to tender the periodic dues and the ini-
7	tiation fees uniformly required as a condition of ac-
8	quiring or retaining membership.".
9	(c) Membership Right To Vote on Contracts.—
10	Section 8(b) of the National Labor Relations Act (29
11	U.S.C. 158(b)) is amended—
12	(1) by striking "and" at the end of paragraph
13	(6);
14	(2) by striking the period at the end of the
15	paragraph (7) and inserting a semicolon; and
16	(3) by adding at the end the following:
17	"(Q) to atribe an ampleyor unless the ampleyees
1,	"(8) to strike an employer unless the employees
18	of the collective bargaining unit engaged in the
18	of the collective bargaining unit engaged in the
18 19	of the collective bargaining unit engaged in the strike have voted by secret ballot to reject the last
18 19 20	of the collective bargaining unit engaged in the strike have voted by secret ballot to reject the last contract offer proposed by such employer; and".
18 19 20 21	of the collective bargaining unit engaged in the strike have voted by secret ballot to reject the last contract offer proposed by such employer; and".  (d) Election Required.—

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adding at the end the following:

"(9) to cause or attempt to cause an employer to recognize or bargain collectively with a representative of a labor organization that has not been selected by such employees in a secret ballot election

conducted in accordance with section 9.".

- 6 (2) APPLICATION.—The amendment made by
  7 paragraph (1) shall not apply to collective bar8 gaining relationships that were recognized before the
  9 date of the enactment of this Act.
- 10 (e) Secret Ballot Election.—Section 9(a) of the 11 National Labor Relations Act (29 U.S.C. 159(a)), is 12 amended—
- 13 (1) by inserting "(1)" after "(a)";
- 14 (2) by inserting after "designated or selected" 15 the following: "by a secret ballot election conducted 16 in accordance with this section"; and
- 17 (3) by adding at the end the following:
- "(2) Paragraph (1) shall not apply to collective bar-19 gaining relationships that were recognized before the date 20 of the enactment of the Workers' Bill of Rights Act.".
- 21 (f) Contract Bar.—Section 9(c)(1) of the National
- 22 Labor Relations Act (29 U.S.C. 159(c)(1)) is amended by
- 23 adding at the end the following sentence: "The Board shall
- 24 not refrain to direct an election under this section on the
- 25 grounds of the existence of a collective bargaining contract

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1	that became effective 1 or more years before the filing of
2	a petition for such election.".
3	(g) Deauthorization of Union Security Agree-
4	MENTS.—Section 9(e)(1) of the National Labor Relations
5	Act (29 U.S.C. 159(e)(1)) is amended by adding at the
6	end the following sentence: "Such authority shall be re-
7	scinded if a majority of the ballots cast vote to rescind
8	the authority.".
9	(h) Enforcement of Limitation on Dues
10	AGREEMENT.—Section 10 of the National Labor Rela-
11	tions Act (29 U.S.C. 160) is amended—
12	(1) by redesignating subsection (m) as sub-
13	section (n); and
14	(2) by inserting after subsection (l) the fol-
15	lowing:
16	"(m) Money Damages.—
17	"(1) Liability.—If an employee disputes the
18	amount of fees collected by the labor organization
19	under an agreement with the employer under section
20	8(a)(3), such employee may bring a civil action
21	against the labor organization—
22	"(A) for total damages, for each employee,
23	equal to—
24	"(i) 10 times the amount of fees
25	taken in violation of this section.

1	"(ii) the interest on the amount de-
2	scribed in clause (i) calculated at the pre-
3	vailing rate; and
4	"(iii) not more than \$1,500 in puni-
5	tive damages; and
6	"(B) for such equitable relief as may be
7	appropriate.
8	"(2) Right of action.—An action to recover
9	the damages or equitable relief prescribed in para-
10	graph (1) may be maintained against any labor or-
11	ganization in any Federal court of competent juris-
12	diction by any one or more employees for and on be-
13	half of—
14	"(A) the employees; or
15	"(B) the employees and other employees
16	similarly situated.
17	"(3) FEES AND COSTS.—The court in such ac-
18	tion shall, in addition to any judgment awarded to
19	the plaintiff, allow for reasonable attorney's fee, ex-
20	pert witness fees, and other costs of the action to be
21	paid by the defendant.
22	"(4) Limitation.—An action may be brought
23	under this subsection not later that 2 years after the
24	date the employee knew or should have known that
25	dues or fees were accepted or spent by a labor orga-

- 1 nization in violation of this Act, except that such pe-
- 2 riod shall be extended to 3 years in the case of a
- willful violation by a labor organization.".

#### 4 SEC. 3. LABOR MANAGEMENT AND REPORTING ACT.

- 5 (a) RECIPIENTS OF FEDERAL FUNDS.—Section 3(e)
- 6 of the Labor-Management Reporting and Disclosure Act
- 7 of 1959 (29 U.S.C. 402(e)) is amended—
- 8 (1) by striking "Employer" and inserting "(1)
- 9 Except as provided in paragraph (2), employer"; and
- 10 (2) by adding at the end the following new
- 11 paragraph:
- "(2) Notwithstanding the exclusion in paragraph (1),
- 13 an employer shall also include any employer or any group
- 14 or association of employers that receives Federal funds.".
- 15 (b) DISCLOSURE.—Section 3 of the Labor-Manage-
- 16 ment Reporting and Disclosure Act of 1959 (29 U.S.C.
- 17 402) is amended by adding at the end the following new
- 18 subsection:
- "(s) 'Core dues payer' means any employee,
- other than a member, who pays dues, fees or assess-
- 21 ments to a labor organization as a result of an
- agreement between an employer and a labor organi-
- 23 zation.".

1 (c) Voting.—Section 101(a) of the Labor-Management Reporting and Disclosure Act of 1959 (29 U.S.C. 2 411(a)) is amended— 3 4 (1) in paragraph (1)— (A) by inserting "(A)" after "(a)(1)"; and 5 (B) by striking "RIGHTS" in the heading 6 and inserting "RIGHTS FOR MEMBERS"; 7 8 (2) by inserting after paragraph (1)(A) (as des-9 ignated by paragraph (1)(A) of this subsection) the 10 following new subparagraph: 11 "(B) RIGHTS FOR CORE DUES PAYERS.—Every core 12 dues payer shall have the same right as any member of 13 the labor organization to participate in any vote that concerns a strike by the bargaining unit in which such em-14 15 ployee is employed or that concerns the wages, benefits, or working conditions of the employees of such bargaining unit.". 17 18 (d) AVAILABILITY OF INFORMATION.—Section 201(c) 19 of the Labor-Management Reporting and Disclosure Act of 1959 (29 U.S.C. 431(c)) is amended to read as follows: 20 "(c) Availability of Information to Members; 21 Examination of Books, Records and Accounts.— 23 Each labor organization required to submit a report under this title, shall make available the information required to be contained in such report to all of its members and core

- 1 dues payers, and every such labor organization and its of-
- 2 ficers shall be under a duty enforceable at the competent
- 3 jurisdiction or in the district court of the United States
- 4 for the district in which such labor organization maintains
- 5 its principal office, to permit such member or core dues
- 6 payer to examine any books, records, and accounts nec-
- 7 essary to verify such report, unless the labor organization
- 8 shows that such examination is initiated primarily for vex-
- 9 atious purposes.".
- 10 (e) Purposes of Establishment of Trustee-
- 11 SHIP.—
- 12 (1) Trusteeship.—Section 302 of the Labor-
- Management Reporting and Disclosure Act of 1959
- 14 (29 U.S.C. 462) is amended—
- 15 (A) by inserting "(a)" before "Trustee-
- ships"; and
- 17 (B) by adding at the end the following:
- "(b)(1) Except as provided in paragraph (2), a trust-
- 19 eeship may be authorized only after a fair hearing either
- 20 before the executive board or such other body as may be
- 21 provided by the constitution and bylaws of the labor orga-
- 22 nization and only if, in such hearing, the labor organiza-
- 23 tion establishes by the preponderance of evidence that the
- 24 trusteeship is necessary for a purpose allowable under this
- 25 section.

- 1 "(2) If immediate action is necessary to fulfill the
- 2 purposes of this section, a temporary trusteeship may be
- 3 established, for not more than 30 days, pending a hearing
- 4 under paragraph (1).".
- 5 (2) Enforcement.—Section 304(c) of the
- 6 Labor-Management Reporting and Disclosure Act of
- 7 1959 (29 U.S.C. 464(c)) is amended to read as fol-
- 8 lows: "(c) Eighteen months after the authorization
- 9 of a trusteeship, such trusteeship shall be presumed
- invalid in any proceeding pursuant to this section
- and its discontinuance shall be decreed unless the
- labor organization shall show by clear and con-
- vincing proof that the continuation of the trustee-
- ship is necessary for a purpose allowable under sec-
- tion 302. In the latter event the court may dismiss
- the complaint or retain jurisdiction of the cause on
- such conditions and for such period as it deems ap-
- 18 propriate."
- 19 (3) Dissolution of Trusteeship.—Section
- 20 304 of the Labor-Management Reporting and Dis-
- 21 closure Act of 1959 (29 U.S.C. 464) is amended by
- adding at the end the following:
- 23 "(d) Upon dissolution of a trusteeship, the previously
- 24 elected officers of the local union shall be reinstated or
- 25 a new election promptly held in conformity with title IV.

If the trusteeship is dissolved by order of a court pursuant to this title, and the court orders an election, such election 3 shall be conducted under the supervision of the court.". 4 (f) Elections.— (1) Membership lists.—Section 401(c) of the 5 6 Labor-Management Reporting and Disclosure Act of 7 1959 (29 U.S.C. 481(c)) is amended— 8 (A) by striking "30 days" and inserting 9 "60 days"; and (B) by striking "to inspect a list" and in-10 11 serting "to inspect and, upon request, to be 12 provided with a copy of a list". DISTRICT COUNCIL OFFICERS.—Section 13 14 401(d) of the Labor-Management Reporting and 15 Disclosure Act of 1959 (29 U.S.C. 481(d)) is 16 amended to read as follows: "(d) Officers of intermediate bodies, such as general 17 committees, system boards, joint boards or joint councils 18 who engage in negotiation, administration or enforcement 19 of collective agreements, or exercise control over the fi-21 nances or other major functions of local unions, shall be elected not less often than once every 4 years by secret

ballot among members in good standing. Officers of other

intermediate bodies may be elected by representatives of

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- 1 such members who have been elected by secret ballot by
- 2 members in good standing.".
- 3 (3) QUALIFICATIONS.—Section 401(e) of the
- 4 Labor-Management Reporting and Disclosure Act of
- 5 1959 (29 U.S.C. 481(e)) is amended by striking
- 6 "and to reasonable qualifications uniformly im-
- 7 posed" and by inserting after "eligible to be a can-
- 8 didate" the following: "(subject to reasonable quali-
- 9 fications which do not exclude a majority of the
- members and which are uniformly imposed)".
- 11 (4) OVERTURNING.—Section 402(c)(2) of the
- 12 Labor-Management Reporting and Disclosure Act of
- 13 1959 (29 U.S.C. 482(c)(2)) is amended by striking
- "affected the outcome of an election" and inserting
- 15 "substantially understated or overstated the support
- of one of the candidates for office to the point that
- the democratic purposes of the election were under-
- mined".
- 19 (g) Intervention of Secretary.—Section 501(b)
- 20 of the Labor-Management Reporting and Disclosure Act
- 21 of 1959 (29 U.S.C. 501) is amended by adding the fol-
- 22 lowing sentence: "The Secretary may intervene in a suit
- 23 filed under this section if the Secretary determines it is
- 24 appropriate.".

- 1 (h) CIVIL MONEY PENALTIES.—Title VI of the
- 2 Labor-Management Reporting and Disclosure Act of 1959
- 3 (29 U.S.C. 521, et seq.) is amended—
- 4 (1) by redesignating section 611 as section 612;
- 5 and
- 6 (2) by inserting after section 610 the following:

## 7 "SEC. 611. CIVIL MONEY PENALTIES.

- 8 "(a) IN GENERAL.—The Secretary, upon finding a
- 9 violation of either sections 201(a), 201(b), 202, 203, or
- 10 301 of this Act, may require the person, labor organiza-
- 11 tion, or employer responsible for such violation to pay a
- 12 civil money penalty in an amount determined under a
- 13 schedule of penalties which is established and published
- 14 by the Secretary and which takes into account the nature
- 15 of the violation involved, the revenues of, and the existence
- 16 of previous violations of the Act by, the person, labor orga-
- 17 nization or employer involved, and such other factors as
- 18 the Secretary considers appropriate.
- 19 "(b) NOTICE.—The Secretary may not make any de-
- 20 termination adverse to a person, labor organization, or
- 21 employer under subsection (a) until such person, labor or-
- 22 ganization, or employer is given written notice and an op-
- 23 portunity to be heard before the Secretary or designee.
- 24 Procedures for such notice, opportunity to be heard, deci-
- 25 sion and review shall be as set forth under sections 208

- 1 and 606. A request for review shall be filed in Federal
- 2 district court not later than 30 days after receipt of an
- 3 adverse determination.".

#### 4 SEC. 4. REGULATIONS.

- 5 Not later than 6 months after the date of the enact-
- 6 ment of this Act—
- 7 (1) the National Labor Relations Board shall
- 8 review and revise all regulations promulgated before
- 9 such date to implement the amendments made in
- this Act to the National Labor Relations Act; and
- 11 (2) the Secretary of Labor shall review and re-
- vise all regulations promulgated before such date to
- implement the amendments made in this Act to the
- 14 Labor-Management Reporting and Disclosure Act of
- 15 1959.

#### 16 SEC. 5. LIMITATION ON SUPERVISION.

- 17 (a) IN GENERAL.—A court order that requires—
- 18 (1) a third party to monitor the actions and ex-
- 19 penditures of a labor organization and its officers,
- 20 and
- 21 (2) the labor organization to pay for the ex-
- 22 penses of the third party for such monitoring,
- 23 shall cease to be effective 10 years after such order is
- 24 issued.

- 1 (b) APPLICATION.—Subsection (a) shall apply to any
- 2 court order issued on or after the date of enactment of
- 3 this Act and any court order issued before such date.
- 4 SEC. 6. CONSPIRACY TO RESTRAIN WORKERS' ABILITY TO
- 5 SELECT REPRESENTATIVE.
- 6 Section 6 of the Clayton Act (15 U.S.C. 17) is
- 7 amended by adding at the end the following: "Nothing in
- 8 this section shall make it lawful for 2, or more, labor orga-
- 9 nizations to enter into an agreement that restrains the
- 10 ability of an employee to select a collective representa-
- 11 tive.".

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